

COMMITTEE ON LEGISLATIVE RESEARCH  
OVERSIGHT DIVISION

**FISCAL NOTE**

L.R. No.: 2041-01  
Bill No.: HB 811  
Subject: Administration, Office of; Veterans; Business and Commerce  
Type: Original  
Date: April 8, 2013

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Bill Summary: This proposal changes the goal of 3% of government contracts awarded to service-disabled veteran businesses to 4% and appropriates one hundred thousand dollars to veteran organizations.

**FISCAL SUMMARY**

<b>ESTIMATED NET EFFECT ON GENERAL REVENUE FUND</b>			
FUND AFFECTED	FY 2014	FY 2015	FY 2016
General Revenue	\$0	\$0 or (\$100,000)	\$0 or (\$100,000)
<b>Total Estimated Net Effect on General Revenue Fund</b>	<b>\$0</b>	<b>\$0 or (\$100,000)</b>	<b>\$0 or (\$100,000)</b>

<b>ESTIMATED NET EFFECT ON OTHER STATE FUNDS</b>			
FUND AFFECTED	FY 2014	FY 2015	FY 2016
<b>Total Estimated Net Effect on <u>Other</u> State Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

Numbers within parentheses: ( ) indicate costs or losses.  
This fiscal note contains 4 pages.

<b>ESTIMATED NET EFFECT ON FEDERAL FUNDS</b>			
FUND AFFECTED	FY 2014	FY 2015	FY 2016
<b>Total Estimated Net Effect on <u>All</u> Federal Funds</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<b>ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)</b>			
FUND AFFECTED	FY 2014	FY 2015	FY 2016
<b>Total Estimated Net Effect on FTE</b>	<b>0</b>	<b>0</b>	<b>0</b>

☒ Estimated Total Net Effect on All funds expected to exceed \$100,000 savings or (cost).

☒ Estimated Net Effect on General Revenue Fund expected to exceed \$100,000 (cost).

<b>ESTIMATED NET EFFECT ON LOCAL FUNDS</b>			
FUND AFFECTED	FY 2014	FY 2015	FY 2016
<b>Local Government</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

## FISCAL ANALYSIS

### ASSUMPTION

Officials at the **Office of Administration- Division of Purchasing and Materials Management** assume an impact of \$100,000 per this proposal.

**Oversight** assumes this proposal allows for \$100,000 to be provided by the Office of Administration to veterans organizations. Since this proposal requires the appropriation of this money, Oversight will show the impact as \$0 (no money appropriated) to \$100,000. Due to the timing of the appropriation process the first transfer of money would occur in FY 2015.

<u>FISCAL IMPACT - State Government</u>	FY 2014 (10 Mo.)	FY 2015	FY 2016
<b>GENERAL REVENUE</b>			
<u>Cost</u> - Office of Administration - money given to veterans organizations	<u>\$0</u>	\$0 or <u>(\$100,000)</u>	\$0 or <u>(\$100,000)</u>
<b>ESTIMATED NET EFFECT ON GENERAL REVENUE</b>	<b><u>\$0</u></b>	<b><u>\$0 or (\$100,000)</u></b>	<b><u>\$0 or (\$100,000)</u></b>
 <u>FISCAL IMPACT - Local Government</u>			
	FY 2014 (10 Mo.)	FY 2015	FY 2016
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

### FISCAL IMPACT - Small Business

Small business may be impacted by the proposal.

### FISCAL DESCRIPTION

Under current law, the Office of Administration must have a goal of awarding three percent of all job or service contracts to qualified service-disabled veteran businesses. This act provides that the Office of Administration shall grant four percent of all contracts to service-disabled veteran businesses. Subject to appropriation, the Office of Administration is to provide one hundred thousand dollars to veteran organizations in order to promote this program.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

### SOURCES OF INFORMATION

Office of Administration  
Division of Purchasing and Materials Management



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